I. Molaj is the central of the benzine and oil provided with Chemolimpex, as Continuous decides about the central of the benzine and the benzi

onemolimpex decides about the benzine and our that stay in the country.

2. Control of Molaj is half Russian and half Hungarian.* The Russians have reserved for themselves all positions of general directorship, as well as any other posts that they wish. Other Director of Molaj in Budapes engineer, married, speaks (b Hungarian. His secretary is a Hungarian whose name is thought to be Kirsat. He is about 40 years old and is married.

- 3. In the absence of Jotschenko the bureau is run by an engineer named Lenart. Lenart is of German descent, lived for a long time in Russia, now has Hungarian citizenship, and speaks broken Hungarian, and perfect German, Russian, and French. Lenart is a convinced Communist. He is about 32 years old and is unmarried.
- 4. The Molaj bureau has about 25 employees and has its own propaganda section. The premises are in the second and third stories of the building at 36 Nador Street. About 60 per cent of the production goes to Russia. The rest goes to the Hungarian market or is exported through Chemolimpex in exchange for important raw materials. At present negotiations are in progress with English export-import firms for the purpose of exporting chemicals.
- 5. Molaj in Budapest is connected directly with the works at Szeny by means of teletype.

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Comment: Another report states: All Hungarian oil is under the control of this (Molaj) company, and 51 per cent. of the production is for the USSR. Actually more than 51 per cent. is received by the Russians.

